§ 222.7 What information may a local educational agency submit after the application deadline?

- (a) General. Except as indicated in paragraph (b) of this section, the Secretary does not consider information submitted by an applicant after the deadlines prescribed in this subpart for submission of applications and amendments to applications.
- (b) *Information solicited by the Secretary.* The Secretary may solicit from an applicant at any time additional information to process an application.

(Authority: 20 U.S.C. 7702, 7703, 7705, 7706)

§ 222.8 What action must an applicant take upon a change in its boundary, classification, control, governing authority, or identity?

- (a) Any applicant that is a party to an annexation, consolidation, deconsolidation, merger, or other similar action affecting its boundaries, classification, control, governing authority, or identity must provide the following information to the Secretary as soon as practicable:
- (1) A description of the character and extent of the change.
 - (2) The effective date of the change.
- (3) Full identification of all predecessor and successor LEAs.
- (4) Full information regarding the disposition of the assets and liabilities of all predecessor LEAs.
- (5) Identification of the governing body of all successor LEAs.
- (6) The name and address of each authorized representative officially designated by the governing body of each successor LEA for purposes of the Act.
- (b) If a payment is made under section 8002 or 8003 to an LEA that has ceased to be a legally constituted entity during the regular school term due to an action described in paragraph (a) of this section, the LEA may retain that payment if—
- (1) An adjustment is made in the payment of a successor LEA to account for the payment to the predecessor LEA; or
- (2)(i) The payment amount does not exceed the amount the predecessor LEA would have been eligible to receive if the change in boundaries or organization had not taken place; and

- (ii) A successor LEA is not an eligible applicant.
- (c) A predecessor LEA receiving any portion of a payment under section 8002 or 8003 that exceeds the amount allowed by paragraph (b)(2)(i) of this section must return the excessive portion to the Secretary, unless the Secretary determines otherwise under section 8012 of the Act.

(Approved by the Office of Management and Budget under control number 1810–0036)

(Authority: 20 U.S.C. 7702 and 7703)

§ 222.9 What records must a local educational agency maintain?

Except as otherwise provided in $\S 222.10-$

- (a) An LEA must maintain adequate written records to support the amount of payment it received under the Act for any fiscal year;
- (b) On request, the LEA must make its records available to the Secretary for the purpose of examination or audit; and
- (c) Each applicant must submit such reports and information as the Secretary may require to determine the amount that the applicant may be paid under the Act.

(Approved by the Office of Management and Budget under control number 1810–0036)

(Authority: 20 U.S.C. 1232f, 7702, 7703, 7704, 7706)

§ 222.10 How long must a local educational agency retain records?

An LEA must retain the records described in §222.9 until the later of— $\,$

- (a) Three years after the last payment for a fiscal year; or
- (b) If the records have been questioned on Federal audit or review, until the question is finally resolved and any necessary adjustments to payments have been made.

(Authority: 20 U.S.C. 1232f, 7702, 7703, 7704, 7706)

§ 222.11 How does the Secretary recover overpayments?

Except as otherwise provided in §§ 222.12–222.18, the Secretary adjusts for and recovers overpayments as follows: